

S/001/0018  
cc: Tom

Brett -

If you have established flat rate bonding for all SMO's and EXP's I would accept the adjusted bond amount.

Although it is easy to argue bond amounts on individual mine sites, at least this helps level the playing field for the small operators and makes it easier to identify bonding costs up front.

Thanks for the follow up on this Brett. I'll pass the information on to our other minerals staff.

>>> Brett Gregory 7/12/2010 5:31 PM >>>  
Randy -

The bond increase is not site-specific. The average calculated cost per acre is derived from the bond sheet I've attached for you. Paul Baker said he trusts your judgement and is willing to compromise if you feel the bond amount should be something different. The \$16,200.00 basis is for mobilization and reclamation of three acres.

Thanks again,  
-Brett

Brett Gregory  
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>>> Randy Harden 7/12/2010 3:30 PM >>>  
Brett -

I have not been to this site yet but am planning to be in that area sometime this summer.  
Is there any basis for increasing the bond amount from \$5,000.00 to \$16,200.00? If so please send me a copy of the bond calculations.

The current lease term for ML 45730 ends on 8/31/2012 but may be extended under the terms of the lease.

Let me know if you have any other questions regarding this lease. Thanks...

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>>> Brett Gregory 7/12/2010 11:21 AM >>>  
Randy,

Have you had a chance to inspect this mine before? And do you have any objection to increasing the surety from \$5,000 to 16,200?  
-Brett

Brett Gregory

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>>> John Blake 7/8/2010 2:24 PM >>>

This lease still has two more years to run. You should contact Randy Harden for information about current or planned activity under the lease. Thanks.

>>> Brett Gregory 7/8/2010 2:10 PM >>>  
John,

Is the lease valid for the Courgraph rock quarry (ML 45730)? If not, the site is required to undergo reclamation. Please let me know what you find.

Regards,  
-Brett

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